GOVERNMENT OF INDIA
STEEL
LOK SABHA

UNSTARRED QUESTION NO:6568
ANSWERED ON:09.05.2002
FOREIGN INVESTMENT IN STEEL SECTOR
JAIBHAN SINGH PAWAIYA

Will the Minister of STEEL be pleased to state:

(a) whether the Government have permitted hundred percent foreign investment in steel sector;

(b) if so, the details thereof and the reasons therefor; and

(c) the likely impact of the said decision on the public sector steel companies?

Answer

MINISTER OF STATE OF THE MINISTRY OF STEEL (SHRI BRAJA KISHORE TRIPATHY)

(a)to(c): The Government have permitted 100% Foreign Direct Investment in steel sector to complement and supplement domestic investment. Foreign Direct Investment for all iron & steel items can be brought in through the Automatic Route under the powers delegated to the Reserve Bank of India. Units in public & private sectors are expected to take benefit of this facility to meet their requirements of funds.